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3. Financial Aspects of the CIA Retirement and Disability Fund

Arrangements have been made with the Department of the Treasury for the services of the same Actuary who has been working with the Foreign Service Retirement and Disability Fund. With his assistance, provision has been made to collect experience data essential for an actuarial analysis of the CIA Fund in future years. A projection of the CIA Fund, based upon estimated income and annuity payments, indicates that the Fund will be self supporting for a number of years before it will be necessary to request financial support of the Fund by an appropriation.

To date approximately ▮▮▮ million have been transferred to the fund by the Civil Service Commission, representing the contributions made by these participating employees to the Civil Service Retirement System during prior years of service either with CIA or with other government entities. Contributions by participants, matching contributions by the Agency, and interest on investments have greatly exceeded payments to annuitants during these first years, and the total fund now amounts to something in excess of ▮▮ million. As of 30 June 1967, an additional $8.23 million was due from Civil Service Commission for the account of recently joined participants and should be received by the fund in the next few months.

PL 88-643 requires that the fund be invested in "interest-bearing securities of the United States" and that each purchase be approved by the Secretary of the Treasury. The following U.S. Treasury Bonds are held by the fund at the present time:

| Rate of Interest | Maturity | Per Value | Annual Income |
|---|---|---|---|
| 4 1/8% | 1973 | | |
| 3 1/2% | 1980 | | |
| 4 % | 1980 | | |
| 4 1/4% | 1975/85 | | |
| 4 1/4% | 1987/92 | | |

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Periodically the security holdings of the Federal Reserve

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